

CORRECTED FISCAL NOTE

SB 3588 – HB 3623

April 16, 2008

SUMMARY OF BILL: Requires an ignition interlock device to be installed on each motor vehicle driven by a DUI offender.

ESTIMATED FISCAL IMPACT:

On January 21, 2008, we issued a fiscal note for this bill indicating an *increase to state revenue of \$927,000 per year, a one-time increase to state expenditures of \$10,000, and an increase to local government revenue of \$298,000 per year.* Based on new information, the fiscal impact for this bill is estimated as follows:

(CORRECTED)

**Increase State Revenue – \$463,500/FY08-09
\$927,000/FY09-10 and Succeeding Years**

**Increase State Expenditures - \$10,000/One-Time
Exceeds \$2,305,300/FY08-09
Exceeds \$4,610,500/FY09-10 and Succeeding Years**

**Increase Local Revenue - \$149,000/FY08-09
\$298,000/FY09-10 and Succeeding Years**

Assumptions:

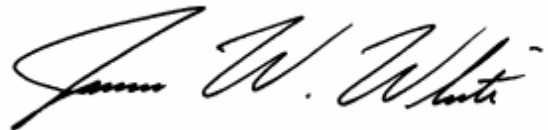
- According to the Department of Safety, and based on 2006 DUI statistics, approximately 17,300 individuals would be required to have ignition interlock devices installed on their vehicles.
- Twenty-five percent (4,325) will not be able to pay for ignition interlock devices due to indigence.
- Non-indigent individuals pay 100 percent of the cost for ignition interlock devices.
- One hundred percent of interlock ignition devices for indigent individuals is leased and paid for with state funds.

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- The cost of installation of ignition interlock equipment for indigent individuals is estimated to be \$79; the cost of monitoring and monthly leasing is estimated to be \$79 per month (or \$948 per year); the cost of removal of such equipment is estimated to be \$39.
- Given some offenders are required to have ignition interlock devices installed for periods exceeding one year, the total cost for ignition interlock devices installed on vehicles and operated by indigent individuals is estimated to exceed \$4,610,500 [4,325 individuals x (\$79 + \$948 + \$39) = \$4,610,450] per year.
- Any decrease in revenue from not collecting reinstatement fees and restricted driver license fees from persons choosing not to pay for an ignition interlock devices is estimated to be not significant.
- A one-time increase in state expenditures of \$10,000 for computer system changes.
- An increase in state revenue of approximately \$927,000 due to increased sales and use tax collections on purchases of ignition interlock devices by non-indigent individuals.
- An increase in local government revenue of approximately \$298,000 due to increased sales and use tax collections at an average local option tax rate of 2.25% on purchases of ignition interlock devices by non-indigent individuals.
- First-year impact is estimated at 50 percent of first full-year impact due to January 1, 2009 effective date.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

/rnc